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QUARTERLY REPORT TO SHAREHOLDERS FOR THE PERIOD ENDED 30 JUNE, 2002

HIGHLIGHTS:

- **UNDERGROUND MINING OF SECOND TOP REEF SAMPLE UNDERWAY**

Underground mining of a second bulk sample of 100 tonnes of high grade Top Reef from the exploration decline at Panton commenced during the quarter. This will allow further flotation pilot plant test to be carried out at Mintek in South Africa and provide additional material for pilot testing of the PLA Calcine-Leach Recovery Process.

- **PILOT PLANT TESTING COMPLETED**

Pilot plant testing of open cut and underground material completed at Mintek in South Africa during the quarter. Results are consistent with those achieved in the laboratory scale tests.

PANTON PLATINUM PALLADIUM PROJECT

The Panton Platinum Palladium Project is located 60 kilometres north of Halls Creek in the Kimberley region of Western Australia. Panton is Australia's highest grade known PGM deposit. The project is 100% owned by Platinum Australia Limited.

Bankable Feasibility Study

Progress was made in all areas of the Bankable Feasibility Study (BFS) during the quarter, with the focus being on mine design and metallurgical test work.

Mine Design

The mine design work is focused on exploiting the high grade Top Reef which contains 10.6 million tonnes @ 5.8 g/t PGM+Au, with ancillary tonnage to come from the Middle Reef which contains 5.7 million tonnes @ 3.4 g/t PGM+Au.

The mine design envisages commencing operations with an open cut mine down to approximately 80 metres followed by an underground mine accessed by two declines mining to a depth of 800 metres. The work is now in the stage of detailed design and scheduling.

* The six Platinum Group Metals (PGMs) are Platinum (Pt), Palladium, (Pd), Rhodium, (Rh), Iridium (Ir), Osmium (Os) and Ruthenium (Ru).

Underground Test Mining

Mining of a further 100 tonnes of high grade Top Reef from the exploration decline commenced during the quarter and will be completed in July. This material will be shipped to South Africa for further pilot plant flotation tests aimed at providing additional concentrate samples for pilot plant testing of the new PLA Process. Preliminary sampling indicates that grades of up to 9 g/t PGM+Au have been mined from the Top Reef.

Metallurgical Test Work

The first phase of pilot plant test work at Mintek in South Africa was completed during the quarter. Over 150 tonnes of material was tested through the Mintek and Lonmin pilot plants. Results from this work are consistent with those achieved in previous lab scale test work.

Concentrates from the above pilot plant testwork have allowed extensive work on the PLA Process, primarily the calcine-leach optimisation and the precipitation metals recovery route to be carried out during the quarter. Ancillary work including comminution, solid-liquid separation and flotation optimization test work has also been completed.

A further campaign of Mintek pilot plant test work on a high grade Top Reef sample, currently being mined from the exploration decline, is planned for the coming quarter. This will generate additional information on the flotation performance of the Top Reef as well as providing concentrates for use in the planned pilot plant test work on the PLA Process.

CARLINGA PROJECT

The Carlinga Well Gold and Base Metal Project was sold to Giralia Resources NL during the quarter for \$66,000 and one million shares in Giralia. This sale was consistent with the stated strategy of the Company to focus on PGM projects.

CORPORATE

Mr Peter Allchurch, Platinum Australia Limited Executive Chairman, changed his position to that of Non Executive Chairman, effective 4 June 2002.

Mr Bruce Garlick was appointed as Company Secretary on 1 July 2002.

Investor Relations

During the quarter, PLA executives presented papers on the Company and the Panton Project at the Australian Exploration Hot Spots Conference in Sydney and the Australian Platinum Conference in Perth.

Platinum Australia Limited website:- www.platinumaus.com.au

PAYMENTS TO DIRECTORS OF THE ENTITY AND ASSOCIATES OF THE DIRECTORS
PAYMENTS TO RELATED ENTITIES OF THE ENTITY AND ASSOCIATES OF THE RELATED ENTITY

		Current quarter \$A'000
1.23	Aggregate amount of payments to the parties included in item 1.2	88
1.24	Aggregate amount of loans to the parties included in item 1.10	Nil
1.25	Explanation necessary for an understanding of the transactions	
N/A		

NON-CASH FINANCING AND INVESTING ACTIVITIES

2.1	Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows
Issue of shares to purchase exploration licence 80/1685 (McIntosh) \$80,000 Issue of shares to purchase exploration licences 9/977 and 9/1018 (Imagi) \$50,000	
2.2	Details of outlays made by other entities to establish or increase their share in projects in which the reporting entity has an interest
N/A	

FINANCING FACILITIES AVAILABLE

Add notes as necessary for an understanding of the position.		Amount Available \$A'000	Amount Used \$A'000
3.1	Loan facilities	N/A	-
3.2	Credit standby arrangements	N/A	-

ESTIMATED CASH OUTFLOWS FOR NEXT QUARTER

4.1	Exploration and evaluation	\$A'000
4.2	Development	2,000
	Total	-
		2,000

RECONCILIATION OF CASH

Reconciliation of cash at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.

	Current Quarter \$A'000	Previous Quarter \$A'000	
5.1	Cash on hand and at bank	(52)	88
5.2	Deposits at call	2,877	3,791
5.3	Bank overdraft	-	-
5.4	Other – Commercial Bills	-	-
	TOTAL CASH AT END OF QUARTER (Item 1.22)	2,825	3,879

CHANGES IN INTERESTS IN MINING TENEMENTS

	Tenement Reference	Nature of Interest	Interest at end of quarter	Interest at beginning of quarter
6.1	Interests in mining tenements relinquished, reduced or lapsed	Owned	0%	100%
	Exploration Licence ELA09/1026, ELA20/476, ELA20/477, ELA20/478, ELA20/479, ELA59/836, E59/144, E59/467. Prospecting Licences P59/1229, 1230, 1231, 1232, 1233, 1234, 1240, 1241, 1242, 1243, 1244, 1245, 1246, 1247, 1248, 1249, 1250, 1251 Mining Leases MLA59/470, 471, 474, 475, 476, 477, 478, 505, 564, 565			
6.2	Interests in mining tenements acquired or increased	Owned	0%	0%
	Mining Leases MLA59/564, 565			

6.3 Where changes are reported in (a) and/or (b) above, an amended list of interests is to be attached to this report.

MINING TENEMENTS – 30 JUNE 2002					
Tenement	Interest or Right to Acquire %	Tenement	Interest or Right to Acquire %	Tenement	Interest or Right to Acquire %
WA E70/2228	50%	WA ELA09/1083	100%	WA M59/324	25%
ELA70/2432	50%	PLA09/428	100%	M59/329	25%
ELA09/1013	100%	E80/2501	100%	M59/408	25%
ELA09/1022	100%	E80/2474	100%	M59/428	25%
ELA09/1023	100%	ELA80/2566	100%	M59/429	25%
ELA09/1024	100%	E80/2571	100%	M80/103	100%
ELA09/1025	100%	E80/1685	80%	M80/104	100%
ELA09/1091	100%	MLA80/512	80%	M80/105	100%
PLA09/430	100%	MLA80/513	80%	E80/2565	90%
PLA09/431	100%	MLA80/514	80%	E80/2579	90%
PLA09/432	100%	M59/282	25%	NT ELA 10327	100%
PLA09/433	100%	M59/283	25%	ELA8168	32%
PLA09/434	100%	M59/284	25%	ELA8187	32%
E09/977	60%	M59/285	25%	MC C1513 (A)	40%
E09/1018	60%	M59/322	25%	MC C1514 (A)	40%
ELA09/1082	100%	M59/323	25%	MC C1520 (A)	40%
				MC C1521 (A)	40%

E = Exploration Licence, ELA = Exploration Licence Application, M = Mining Lease, MLA = Mining Lease Application, P = Prospecting Licence, MC = Mineral Claim, (A) = Application.

ISSUED AND QUOTED SECURITIES AT END OF CURRENT QUARTER

Description includes rate of interest and any redemption or conversion rights together with prices and dates.

	Total Number	Number Quoted	Issue Price Per Security	Amount Paid-Up for Security
7.1 Preference securities <i>(description)</i>	Nil			
7.2 Changes during quarter				
(a) Increases through issues	Nil			
(b) Decreases through returns of capital, buy-backs, redemptions.	Nil			
7.3 Ordinary Securities	59,881,029	53,784,210		
7.4 Changes during quarter				
(a) Increases through issues	1,212	1,212	-	-
(b) Decreases through returns of capital, buy-backs.	-	-	-	-
	-	-	-	-
7.5 Convertible Debt Securities <i>(description)</i>	Nil			
7.6 Changes during quarter	Nil			
(a) Increases through issues				
(b) Decreases through securities matured, converted				
			Exercise Price	Expiry Date
7.7 Options <i>(description and conversion factor)</i>	34,595,790	29,945,790	20 cents	1 September 2004
	20,000	-	47 cents	3 April, 2005
7.8 Issued during quarter	-	-	-	-
7.9 Exercised during quarter	1,212		20 cents	1 September 2004

ISSUED AND QUOTED SECURITIES AT END OF CURRENT QUARTER (Cont'd)

7.10 Expired during quarter	Nil	
7.11 Debentures <i>(totals only)</i>	Nil	
7.12 Unsecured Notes <i>(totals only)</i>	Nil	

COMPLIANCE STATEMENT

- This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Law or other standards acceptable to ASX.
- This statement does give a true and fair view of the matters disclosed.

Sign here: Date: 31 July 2002
 (Company Secretary)

Print name: Bruce Montgomery Garlick